



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

Bill #	SB0302	Title:	Remove daytime speed limit restriction on Highway 93
Primary Sponsor:	Barkus, Gregory D	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$4,525	\$0	\$0	\$0
Revenue:				
General Fund	(\$2,500)	(\$2,500)	(\$2,500)	(\$2,500)
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>(\$2,500)</u>	<u>(\$2,500)</u>	<u>(\$2,500)</u>	<u>(\$2,500)</u>

Description of Fiscal Impact: The impact would be related to the cost of labor, materials, and equipment to change the current signs to reflect the new speed limit signs that this bill affects. There would also be a minor impact to fine revenue from citations issued by the Montana Highway Patrol.

FISCAL ANALYSIS

Assumptions:

Department of Transportation

1. Sign replacement will be required at 56 locations along US Highway 93.
2. The estimated cost for the sign replacement is \$4,525. Costs include materials, equipment rental from the department's internal equipment pool, and staff labor for installation.

Department of Justice – Montana Highway Patrol (MHP)

3. In 2005, there were 999 convictions for speed violations on the affected area of US Highway 93.
4. Total revenue from these citations was approximately \$25,000 for an average of \$25 per citation.
5. Revenues from MHP citations are split 50/50 between the state general fund and the county in which the citation was issued, so the state general fund received \$12,500 from these citations or \$12.50 per citation.

6. Changing the speed limit would cause an anticipated drop in the average citation to \$20, or \$10 to the state general fund – a reduction of \$2.50 per citation.
7. A reduction of \$2.50 per citation times 999 citations would be an estimated reduction in general fund fine revenue of approximately \$2,500.

	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
<u>Fiscal Impact:</u>				
Department of Transportation				
<u>Expenditures:</u>				
Personal Services	\$2,578	\$0	\$0	\$0
Operating Expenses	<u>\$1,946</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
TOTAL Expenditures	<u>\$4,525</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
State Special Revenue (02)	\$4,525	\$0	\$0	\$0
Department of Justice - Montana Highway Patrol				
<u>Revenues:</u>				
General Fund	(\$2,500)	(\$2,500)	(\$2,500)	(\$2,500)
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$2,500)	(\$2,500)	(\$2,500)	(\$2,500)
State Special Revenue (02)	(\$4,525)	\$0	\$0	\$0

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date